

**SNOHOMISH COUNTY PUBLIC HOSPITAL DISTRICT No. 3**  
**DBA CASCADE VALLEY HOSPITAL**  
**Snohomish County, Washington**  
**January 1, 1992 Through December 31, 1993**

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**Schedule Of Federal Findings**

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1. District Officials Should Improve Monitoring Of Contracts

Our tests of federal grants disclosed that district officials did not monitor construction contracts to ensure that all grant requirements were complied with. The district received a grant from the U.S. Department Of Energy indirectly through the Washington State Energy Office.

The grant document requires the district to include nondiscrimination provisions in every contract or purchase order. It also requires the district to obtain specific written assurances pertaining to nondiscrimination on construction contracts. The district's contract did not include the required nondiscrimination provisions or written assurances.

Additionally, the "Instructions to Bidders" sent with each bid packet for this project and RCW 39.12.040 require that each voucher claim submitted by a contractor state that prevailing wages have been paid in accordance with the prefilled Statement or Statements of Intent to Pay Prevailing Wages. Our tests disclosed that there were no prevailing wage statements on the contractor's voucher claims.

We recommend that district officials monitor contracts to ensure compliance with all provisions.